

**ARIZONA CORPORATION COMMISSION**  
**UTILITIES DIVISION**

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

S

W-02848A  
Starlight Water Company, Inc.  
PO Box 1842  
Wenatchee, WA 98807

RECEIVED  
APR 21 2008  
ARIZONA CORP COMMISSION  
Director Utilities

**ANNUAL REPORT**

**FOR YEAR ENDING**

12	31	2007
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FOR COMMISSION USE

ANN 04	07
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PROCESSED BY:

4-21-08

SCANNED

## COMPANY INFORMATION

Company Name (Business Name) <u>STARLIGHT WATER CO., INC.</u>			
Mailing Address <u>PO BOX 7143</u>			
(Street)			
<u>WENATCHEE</u>	<u>WASHINGTON</u>		
(City)	(State)	(Zip)	
<u>(509) 679-6725</u>	<u>(509) 884-0698</u>		
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	
Email Address _____			
Local Office Mailing Address <u>PO Box 85160</u>			
(Street)			
<u>TUCSON</u>	<u>ARIZONA</u>	<u>85754</u>	
(City)	(State)	(Zip)	
<u>(520) 623-5172</u>	<u>(520) 792-0377</u>		
Local Office Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	
Email Address _____			

## MANAGEMENT INFORMATION

Management Contact: <u>SOUTHWESTERN UTILITY MANAGEMENT, INC.</u>			
<u>BONNIE O'CONNOR</u>		<u>VICE PRESIDENT</u>	
(Name)		(Title)	
<u>PO BOX 85160</u>	<u>TUCSON</u>	<u>ARIZONA</u>	<u>85754</u>
(Street)	(City)	(State)	(Zip)
<u>(520) 623-5172</u>	<u>(520) 792-0377</u>		
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	
Email Address <u>SWUMGMT@AOL.COM</u>			
On Site Manager: <u>LEE THOMPSON</u>			
(Name)			
<u>HC 31 BOX 886</u>	<u>HAPPY JACK</u>	<u>ARIZONA</u>	<u>86024-9710</u>
(Street)	(City)	(State)	(Zip)
<u>(928) 477-2720</u>	<u>(928) 477-2720</u>		
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	
Email Address _____			

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

<b>Statutory Agent:</b> <u>SALLQUIST &amp; DRUMMOND</u>			
(Name)			
<u>4500 S. LAKESHORE DR., SUITE 339</u>	<u>TEMPE</u>	<u>ARIZONA</u>	<u>85282</u>
(Street)	(City)	(State)	(Zip)
<u>(602) 224-9526</u>	<u>(602) 224-9366</u>		
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	
<b>Attorney:</b> <u>RICHARD SALLQUIST</u>			
(Name)			
<u>4500 S. LAKESHORE DR., SUITE 339</u>	<u>TEMPE</u>	<u>ARIZONA</u>	<u>85282</u>
(Street)	(City)	(State)	(Zip)
<u>(602) 224-9526</u>	<u>(602) 224-9366</u>		
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

### OWNERSHIP INFORMATION

Check the following box that applies to your company:

- |   |  |
|---|--|
| <input type="checkbox"/> Sole Proprietor (S)    | <input checked="" type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P)        | <input type="checkbox"/> Subchapter S Corporation (Z)                                |
| <input type="checkbox"/> Bankruptcy (B)         | <input type="checkbox"/> Association/Co-op (A)                                       |
| <input type="checkbox"/> Receivership (R)       | <input type="checkbox"/> Limited Liability Company                                   |
| <input type="checkbox"/> Other (Describe) _____ |  |

### COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

- |                                     |                                   |  |
|-------------------------------------|-----------------------------------|--|
| <input type="checkbox"/> APACHE     | <input type="checkbox"/> COCHISE  | <input checked="" type="checkbox"/> COCONINO |
| <input type="checkbox"/> GILA       | <input type="checkbox"/> GRAHAM   | <input type="checkbox"/> GREENLEE            |
| <input type="checkbox"/> LA PAZ     | <input type="checkbox"/> MARICOPA | <input type="checkbox"/> MOHAVE              |
| <input type="checkbox"/> NAVAJO     | <input type="checkbox"/> PIMA     | <input type="checkbox"/> PINAL               |
| <input type="checkbox"/> SANTA CRUZ | <input type="checkbox"/> YAVAPAI  | <input type="checkbox"/> YUMA                |
| <input type="checkbox"/> STATEWIDE  |                                   |  |

**UTILITY PLANT IN SERVICE**

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	2,000.00	N/A	2,000.00
302	Franchises			
303	Land and Land Rights	14,000.00	N/A	14,000.00
304	Structures and Improvements	253,886.00	72,523.00	181,363.00
307	Wells and Springs	285,776.00	64,491.00	291,285.00
311	Pumping Equipment	363,716.00	242,650.00	121,066.00
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	467,092.00	99,209.00	367,883.00
331	Transmission and Distribution Mains	2,103,916.00	451,693.00	1,652,220.00
333	Services	1,181,151.00	50,780.00	130,371.00
334	Meters and Meter Installations	43,560.00	22,848.00	20,712.00
335	Hydrants	336,350.00	84,314.00	252,036.00
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	2,152.00	1,256.00	896.00
341	Transportation Equipment	33,600.00	28,184.00	5,416.00
343	Tools, Shop and Garage Equipment	9,328.00	2,998.00	6,330.00
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant	261.00	59.00	202.00
	<b>TOTALS</b>	<b>4,096,789.00</b>	<b>1,121,005.00</b>	<b>2,975,784.00</b>

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME

Starlight Water Company

**CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR**

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization	\$2,000.00		\$ 0.00
302	Franchises			
303	Land and Land Rights	\$14,000.00		\$ 0.00
304	Structures and Improvements	\$253,886.00	3.33%	\$8,454.00
307	Wells and Springs	\$285,776.00	3.33%	\$9,516.00
311	Pumping Equipment	\$363,716.00	12.50%	\$45,464.00
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	\$467,092.00	2.22%	\$10,369.00
331	Transmission and Distribution Mains	2,103,916.00	2.00%	\$42,078.00
333	Services	\$181,151.00	3.33%	\$6,032.00
334	Meters and Meter Installations	\$43,560.00	8.33%	\$3,628.00
335	Hydrants	\$336,350.00	2.00%	\$6,727.00
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	\$ ,152.00	6.67%	\$143.00
341	Transportation Equipment	\$33,600.00	20.00%	\$6,720.00
343	Tools, Shop and Garage Equipment	\$ 9,328.00	5.00%	\$466.00
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant	\$261.00	2.50%	\$6.00
	<b>TOTALS</b>	<b>4,096,789.00</b>		<b>139,603.00</b>

This amount goes on the Comparative Statement of Income and Expense \_\_\_\_\_  
 Acct. No. 403.

**COMPANY NAME** Starlight Water Company

### **BALANCE SHEET**

<b>Acct No.</b>		<b>BALANCE AT BEGINNING OF YEAR</b>	<b>BALANCE AT END OF YEAR</b>
	<b>ASSETS</b>		
	<b>CURRENT AND ACCRUED ASSETS</b>		
131	Cash	\$ 34,233.00	\$ 39,390.00
134	Working Funds		30,255.00
135	Temporary Cash Investments		
141	Customer Accounts Receivable	26,091.00	32,409.00
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies	144.00	144.00
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	<b>TOTAL CURRENT AND ACCRUED ASSETS</b>	\$ 60,458.00	\$ 102,198.00
	<b>FIXED ASSETS</b>		
101	Utility Plant in Service	\$4,077,197.00	\$4,096,790.00
103	Property Held for Future Use	7,687.00	7,687.00
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	(981,398.00)	(1,121,005.00)
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	<b>TOTAL FIXED ASSETS</b>	\$3,103,487.00	\$2,983,472.00
	<b>TOTAL ASSETS</b>	\$3,163,945.00	\$3,085,670.00

**NOTE:** The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

**BALANCE SHEET (CONTINUED)**

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>LIABILITIES</b>		
	<b>CURRENT LIABILITIES</b>		
231	Accounts Payable	\$ 1,717.00	\$ 1,293.00
232	Notes Payable (Current Portion)	263.00	0.00
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	146,623.00	155,090.00
236	Accrued Taxes	1,893.00	2,017.00
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities	20.00	20.00
	<b>TOTAL CURRENT LIABILITIES</b>	\$ 151,516.00	\$ 158,420.00
	<b>LONG-TERM DEBT (Over 12 Months)</b>		
224	Long-Term Notes and Bonds	\$ 10,228.00	\$ (13.00)
	<b>DEFERRED CREDITS</b>		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction	1,928,241.00	1,917,601.00
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction	841,278.00	841,278.00
272	Less: Amortization of Contributions	(381,996.00)	(403,028.00)
281	Accumulated Deferred Income Tax		
	<b>TOTAL DEFERRED CREDITS</b>	\$ 2,387,523.00	\$ 2,355,851.00
	<b>TOTAL LIABILITIES</b>	\$ 2,548,267.00	\$ 2,514,258.00
	<b>CAPITAL ACCOUNTS</b>		
201	Common Stock Issued	\$ 937,651.00	\$ 957,931.00
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings	(321,973.00)	(316,540.00)
218	Proprietary Capital (Sole Props and Partnerships)		
	<b>TOTAL CAPITAL</b>	\$ 615,678.00	\$ 641,391.00
	<b>TOTAL LIABILITIES AND CAPITAL</b>	\$ 3,163,945.00	\$ 3,085,670.00

## COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 288,395.00	\$ 335,497.00
460	Unmetered Water Revenue		
474	Other Water Revenues	5,170.00	3,850.00
	<b>TOTAL REVENUES</b>	\$ 293,565.00	\$ 339,347.00
	<b>OPERATING EXPENSES</b>		
601	Salaries and Wages	\$ 73,424.00	\$ 88,254.00
610	Purchased Water		
615	Purchased Power	25,238.00	24,290.00
618	Chemicals		
620	Repairs and Maintenance	3,958.00	11,628.00
621	Office Supplies and Expense	8,169.00	12,209.00
630	Outside Services	21,631.00	20,828.00
635	Water Testing	2,502.00	5,518.00
641	Rents		
650	Transportation Expenses	5,731.00	7,023.00
657	Insurance – General Liability	9,643.00	8,768.00
659	Insurance - Health and Life	11,456.00	13,190.00
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	7,309.00	9,746.00
403	Depreciation Expense	117,232.00	118,576.00
408	Taxes Other Than Income	10,349.00	11,266.00
408.11	Property Taxes	3,066.00	3,560.00
409	Income Tax		
	<b>TOTAL OPERATING EXPENSES</b>	\$ 299,708.00	\$ 334,855.00
	<b>OPERATING INCOME/(LOSS)</b>	\$ (6,143.00)	\$ 4,492.00
	<b>OTHER INCOME/(EXPENSE)</b>		
419	Interest and Dividend Income	\$ 0.00	\$ 256.00
421	Non-Utility Income	778.00	876.00
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense	1,271.00	190.00
	<b>TOTAL OTHER INCOME/(EXPENSE)</b>	\$ (593.00)	\$ 942.00
	<b>NET INCOME/(LOSS)</b>	\$ (6,736.00)	\$ 5,434.00



**COMPANY NAME** STARLIGHT WATER COMPANY

**SUPPLEMENTAL FINANCIAL DATA**

**Long-Term Debt**

	<b>LOAN #1</b>	<b>LOAN #2</b>	<b>LOAN #3</b>	<b>LOAN #4</b>
Date Issued				
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate	%	%	%	%
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End \$ 157,390.00

Meter Deposits Refunded During the Test Year \$ 19,792.00

COMPANY NAME Starlight Water Company, Inc.	
Name of System	ADEQ Public Water System Number (if applicable) 03-063

## WATER COMPANY PLANT DESCRIPTION

### WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-501667	40	160	655	10	3	1988
55-553632	5	25	800	6	1 1/2	1996
55-565147	40	175	810	8	3	1998
55-565148	40	250	780	8	3	1998

\* Arizona Department of Water Resources Identification Number

### OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
None		

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
30, 115	2, 2	119	
7.5, 5, 2.5	1, 3, 2	11	
25	2	54	
25	2	83	

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
210,000	1	50 Gal.	
100,000	1	2,500	
300,000	1	10,000	
500,000	1	10,000	

*Note: If you are filing for more than one system, please provide separate sheets for each system.*

COMPANY NAME Starlight Water Company, Inc.

Name of System

ADEQ Public Water System Number (if applicable) 03-063

**WATER COMPANY PLANT DESCRIPTION (CONTINUED)**

**MAINS**

Size (in inches)	Material	Length (in feet)
2	PVC	2,802
3		
4	PVC	5,455
5		
6	PVC	148,311
8	PVC	9,569
10		
12		

**CUSTOMER METERS**

Size (in inches)	Quantity
5/8 X 3/4	
3/4	645
1	3
1 1/2	
2	1
Comp. 3	
Turbo 3	
Comp. 4	
Tubo 4	
Comp. 6	
Tubo 6	

For the following three items, list the utility owned assets in each category for each system.

TREATMENT EQUIPMENT:

N/A

STRUCTURES:

Four Well Buildings, Storage Tanks, Fences, Four Pressure Stations

OTHER:

N/A

*Note: If you are filing for more than one system, please provide separate sheets for each system.*

<b>COMPANY NAME:</b>	STARLIGHT WATER COMPANY
<b>Name of System:</b>	<b>ADEQ Public Water System Number:</b> 03-063

### WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2007

MONTH/YEAR	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	596	429	483	0
FEBRUARY	597	1,690	2,776	0
MARCH	598	467	1,284	0
APRIL	600	751	925	0
MAY	607	681	1,057	0
JUNE	616	2,284	2,940	0
JULY	620	3,265	3,513	0
AUGUST	628	2,700	3,210	0
SEPTEMBER	629	1,872	2,075	0
OCTOBER	632	1,037	1,254	0
NOVEMBER	642	1,237	1,700	0
DECEMBER	644	694	1,459	0
<b>TOTALS →</b>		17,107	22,674	0

What is the level of arsenic for each well on your system? 0.0030 mg/l  
*(If more than one well, please list each separately.)*

If system has fire hydrants, what is the fire flow requirement? 500 GPM for 2 hrs

If system has chlorination treatment, does this treatment system chlorinate continuously?  
☐ Yes                      ☒ No

Is the Water Utility located in an ADWR Active Management Area (AMA)?  
☐ Yes                      ☒ No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?  
☐ Yes                      ☒ No

If yes, provide the GPCPD amount: \_\_\_\_\_

***Note: If you are filing for more than one system, please provide separate data sheets for each system.***

COMPANY NAME STARLIGHT WATER COMPANY

YEAR ENDING 12/31/2007

**PROPERTY TAXES**

Amount of actual property taxes paid during Calendar Year 2007 was: \$ 3,560.00

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. \_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

**2006 SECOND HALF PAYMENT COUPON**

**Due March 1, 2007**  
**STARLIGHT WATER CO INC**

**936-80-500 9 0072209**

**Delinquency Date** Second Half Payment  
Penalty for late payment is 16% per year  
prorated monthly as of the 1st day of the  
month for payments postmarked after **5:00**  
**P.M. May 1, 2007** (ARS 42-18052 and ARS  
42-18053).

Bonny Lynn  
Coconino County Treasurer  
110 E Cherry Ave  
Flagstaff AZ 86001-4627

**TO PAY 2ND HALF PAY**

**1,250.65**

**If your mortgage company makes your property  
tax payments consider this notice as a courtesy  
copy for your records only.**



\*93680500 \*



**Bonny Lynn  
Coconino County Treasurer  
110 E Cherry Ave  
Flagstaff AZ 86001-4627**

2006 9368050009 2 00000025013000000125065

**4929**

**STARLIGHT WATER COMPANY, INC.**

520-623-5172  
P.O. BOX 85160  
TUCSON, AZ 85754

WELLS FARGO BANK, N.A.  
WWW.WELLSFARGO.COM  
91-527/1221

3/31/2007

**PAY TO THE ORDER OF** Bonny Lynn - Coconino County Treasurer

**\$ \*\*1,250.65**

One Thousand Two Hundred Fifty and 65/100\*\*\*\*\*

**DOLLARS**

Bonny Lynn - Coconino County Treasurer  
110 E. Cherry Ave.  
Flagstaff, AZ 86001-4627

**MEMO:**  
2nd Half 2006, 936-80-500 9

AUTHORIZED SIGNATURE

⑈004929⑈ ⑆122105278⑆0703910091⑈

**STARLIGHT WATER COMPANY, INC.**

**4929**

Bonny Lynn - Coconino County Treasurer

			3/31/2007		
Date	Type	Reference	Original Amt.	Balance Due	Discount
3/27/2007	Bill	2nd Half	1,250.65	1,250.65	
				Check Amount	
					1,250.65

# 2007 FIRST HALF PAYMENT COUPON

Due October 1, 2007  
**STARLIGHT WATER CO INC**  
 936-80-504 1 Roll Number: 0073670

Delinquency Date First Half Payment  
 Penalty for late payment is 16% per year prorated monthly as of the 1st day of the month for payments postmarked after **5:00 P.M. November 1, 2007** (ARS 42-18052 and ARS 42-18053).

Any total property tax notice of \$100 or less must be paid **in full** using the first payment coupon, no later than **November 1, 2007 at 5:00 P.M.**

To pay taxes for the full year, send the 1st half coupon with your payment postmarked no later than Dec. 31, 2007. Delinquent interest will be waived.

DETACH AND RETURN WITH PAYMENT

**Bonny Lynn**  
 Coconino County Treasurer  
 110 E Cherry Ave  
 Flagstaff AZ 86001-4627

Payment in U.S. FUNDS ONLY

TO PAY 1ST HALF ONLY PAY **570.65**  
 TO PAY FULL YEAR TAX PAY **1,141.30**

If your mortgage company makes your property tax payments consider this notice as a courtesy copy for your records only.



\*93680504 \*



**Bonny Lynn**  
 Coconino County Treasurer  
 110 E Cherry Ave  
 Flagstaff AZ 86001-4627

2007 9368050401 1 00000011413000000057065

# 2007 FIRST HALF PAYMENT COUPON

DETACH AND RETURN WITH PAYMENT

Make check payable to:

Payment in U.S. FUNDS ONLY

Due October 1, 2007  
**STARLIGHT WATER CO INC**  
 936-80-500 9 Roll Number: 0073669

Delinquency Date First Half Payment  
 Penalty for late payment is 16% per year prorated monthly as of the 1st day of the month for payments postmarked after **5:00 P.M. November 1, 2007** (ARS 42-18052 and ARS 42-18053).

Any total property tax notice of \$100 or less must be paid **in full** using the first payment coupon, no later than **November 1, 2007 at 5:00 P.M.**

To pay taxes for the full year, send the 1st half coupon with your payment postmarked no later than Dec. 31, 2007. Delinquent interest will be waived.

**Bonny Lynn**  
 Coconino County Treasurer  
 110 E Cherry Ave  
 Flagstaff AZ 86001-4627

TO PAY 1ST HALF ONLY PAY **1,341.36**  
 TO PAY FULL YEAR TAX PAY **2,682.72**

If your mortgage company makes your property tax payments consider this notice as a courtesy copy for your records only.



\*93680500 \*



**Bonny Lynn**  
 Coconino County Treasurer  
 110 E Cherry Ave  
 Flagstaff AZ 86001-4627

2007 9368050009 1 00000026827200000134136

5102

**STARLIGHT WATER COMPANY, INC.**

520-623-5172  
 P.O. BOX 85160  
 TUCSON, AZ 85754

WELLS FARGO BANK, N.A.  
 WWW.WELLSFARGO.COM  
 91-527/1221

10/10/2007

PAY TO THE ORDER OF **Bonny Lynn - Coconino County Treasurer**

\$ **\*\*1,912.01**

One Thousand Nine Hundred Twelve and 01/100\*\*\*\*\*

DOLLARS

**Bonny Lynn - Coconino County Treasurer**  
 110 E. Cherry Ave.  
 Flagstaff, AZ 86001-4627

MEMO:

*[Signature]*  
 AUTHORIZED SIGNATURE

Security features. Details on back



005102 1 2210527810703910091

**STARLIGHT WATER COMPANY, INC.**

5102

**Bonny Lynn - Coconino County Treasurer**

Date	Type	Reference	Original Amt.	Balance Due	10/10/2007 Discount	Payment
10/1/2007	Bill	1st Half 2007	570.65	570.65		570.65
10/1/2007	Bill	1st Half 2007	1,341.36	1,341.36		1,341.36

**VERIFICATION  
AND  
SWORN STATEMENT**  
Taxes

RECEIVED

APR 2 1 2008

12 CORP COMM  
Director Utilities

**VERIFICATION**

STATE OF \_\_\_\_\_

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) Coconino
NAME (OWNER OR OFFICIAL) TITLE James R. Studnek, President
COMPANY NAME Starlight Water Company, Inc.

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2007

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

SUBSCRIBED AND SWORN TO BY ME

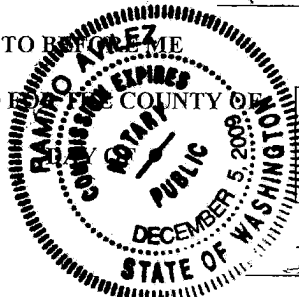
A NOTARY PUBLIC IN AND FOR THE COUNTY OF \_\_\_\_\_

THIS

14th

(SEAL)

MY COMMISSION EXPIRES DEC 5, 2009



SIGNATURE OF OWNER OR OFFICIAL

(520) 623-5172

TELEPHONE NUMBER

COUNTY NAME

MONTH

DOUGLAS

APRIL

2008

SIGNATURE OF NOTARY PUBLIC



COMPANY NAME \_\_\_\_\_ YEAR ENDING 12/31/2007

**INCOME TAXES**

For this reporting period, provide the following:

Federal Taxable Income Reported \_\_\_\_\_  
Estimated or Actual Federal Tax Liability \_\_\_\_\_

State Taxable Income Reported \_\_\_\_\_  
Estimated or Actual State Tax Liability \_\_\_\_\_

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances \_\_\_\_\_  
Amount of Gross-Up Tax Collected \_\_\_\_\_  
Total Grossed-Up Contributions/Advances \_\_\_\_\_

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

**CERTIFICATION**

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

  
SIGNATURE

4/17/08  
DATE

James I. Stuckel  
PRINTED NAME

Pres.  
TITLE

**VERIFICATION  
AND  
SWORN STATEMENT  
Intrastate Revenues Only**

RECEIVED

APR 2 1 2007

ARIZONA CORPORATION COMMISSION  
OFFICE OF UTILITIES

**VERIFICATION**

STATE OF \_\_\_\_\_

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)
Coconino
NAME (OWNER OR OFFICIAL) TITLE
James R. Studnek, President
COMPANY NAME
Starlight Water Company, Inc.

**DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION**

**FOR THE YEAR ENDING**

MONTH	DAY	YEAR
12	31	2007

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2007 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 361,050.33

(THE AMOUNT IN BOX ABOVE

INCLUDES \$ 21,703.33

IN SALES TAXES BILLED, OR COLLECTED)

**\*\*REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

SIGNATURE OF OWNER OR OFFICIAL  
(520) 623-5172

TELEPHONE NUMBER

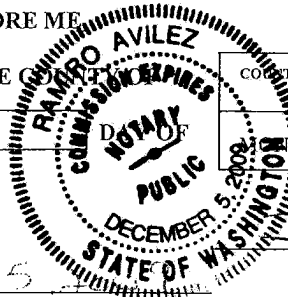
SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE STATE OF ARIZONA

THIS

APR 2 2007

(SEAL)



COUNTY NAME

DOUGLAS

DATE

APRIL

2007

SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES DEC 5 2008

**VERIFICATION  
AND  
SWORN STATEMENT  
RESIDENTIAL REVENUE**  
Intrastate Revenues Only

RECEIVED

APR 21 2007

-2- CORP COMM  
DIRECTOR UTILITIES

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) Coconino	
NAME (OWNER OR OFFICIAL) James R. Studnke	TITLE President
COMPANY NAME Starlight Water Company, Inc.	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2007

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

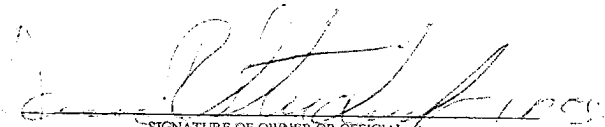
**SWORN STATEMENT**

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2007 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES  \$ 324,478.16
--

THE AMOUNT IN BOX AT LEFT  
INCLUDES \$ 21,433.00  
IN SALES TAXES BILLED, OR COLLECTED)

\*RESIDENTIAL REVENUE REPORTED ON THIS PAGE  
MUST INCLUDE SALES TAXES BILLED.

  
SIGNATURE OF OWNER OR OFFICIAL

(520) 623-5172

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

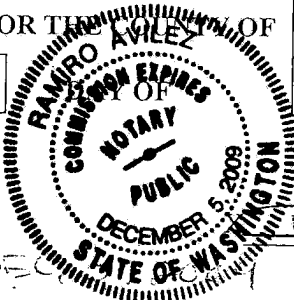
A NOTARY PUBLIC IN AND FOR THE STATE OF

THIS

14th

(SEAL)

MY COMMISSION EXPIRES



NOTARY PUBLIC NAME Ramiro Avilez	
COUNTY NAME DOUGLAS	
MONTH APRIL	2008



SIGNATURE OF NOTARY PUBLIC